

Message Text

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PAGE 01 STATE 062942
ORIGIN EUR-12

INFO OCT-01 ISO-00 DODE-00 CIAE-00 PM-04 INR-07 L-03
ACDA-07 NSAE-00 PA-01 SS-15 PRS-01 SP-02 USIA-06
TRSE-00 OMB-01 ABF-01 /061 R

DRAFTED BY EUR/CE:KKURZE/GHUMPHREY:0JR
APPROVED BY EUR:RICHARD D. VINE
OSD/ISA:MR. BARRINGER
OSD/ISA:MR. MILLER
OSD/ISA:COL. HARTIGAN
OSD/I&L:MR. ROGNER
OSD/GC:MR. J. ALLEN
ARMY:MR. BERGE/REAL ESTATE
AIR FORCE:MR. B. ALLEN,SAFGC
J-5 - COL. PARRISH

-----220801Z 034027 /21

R 220021Z MAR 77
FM SECSTATE WASHDC
TO AMEMBASSY BONN
ALL NATO CAPITALS
INFO CINCUSAREUR
CINCUSAFE

C O N F I D E N T I A L STATE 062942

JOINT STATE-DEFENS. MESSAGE

E.O. 11652: GDS

TAGS: GW, MILI, EFIN

SUBJECT: APPROACH TO FRG FOR SETTLEMENT OF RESIDUAL VALUE
PROBLEM

1. DURING RECENT WASHINGTON VISIT OF MAJOR GENERAL GROVES,
CHIEF OF STAFF, HEADQUARTERS USAREUR, AND HOWARD AS;FORD,
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USAREUR POLAD, QUESTION OF RESIDUAL VALUE WAS RAISED IN
MEETINGS WITH DEPARTMENT AND DOD.

2. DISCUSSION CENTERED ON THE QUESTION OF SUPPORT WITHIN
THE USG FOR A "WASH SOLUTION" (CANCELLING OUT GERMAN
CLAIMS FOR RESTORATION OF OR REPAIRS TO RETURNED PROPERTY
AGAINST VALUE OF US IMPROVEMENTS THERETO) AND GENERAL

GROVES' BELIEF THAT THE FRG (BOTH FMOD AND MOF) ON BALANCE ALSO WOULD FAVOR THIS.

3. THE QUESTION OF APPROACHING GAO REPRESENTATIVES ON THE ISSUE ALSO WAS DISCUSSED, WITH THE CONSENSUS BEING THAT IF THE GAO WERE SHOWN THAT A WASH WOULD BE FINANCIALLY ADVANTAGEOUS TO THE 'S GOVERNMENT, ITS SUPPORT MIGHT WELL BE FORTHCOMING. THE GAO'S EARLIER VIEW WAS THAT, OVER TIME, A DISTINCT ADVANTAGE WOULD ACCRUE TO THE USG ON RESIDUAL VALUE, SINCE IN THE FEW INSTANCES WHERE THE FRG WANTED VERY MUCH TO REPOSSESS A GIVEN PROPERTY, THE USG RECEIVED A

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4. AS BONN AND USAREUR HAVE ABLY POINTED OUT IN THE PAST, A SETTLEMENT IN THE NEAR-TERM APPEARS ADVANTAGEOUS IN ANOTHER IMPORTANT WAY. SETTLEMENT OF THIS OLD AND VEXING ISSUE WOULD HELP CREATE AN ATMOSPHERE WHEREIN OTHER IMPORTANT QUESTIONS CONCERNING ARRANGEMENTS FOR LOGISTICAL AND MAINTENANCE SUPPORT OF US FORCES IN THE FRG COULD BE MORE FRUITFULLY ADDRESSED. WE ENVISAGE THAT A "WASH SOLUTION" WOULD BE OFFERED AS PART OF A COMPREHENSIVE NEGOTIATING PACKAGE UNDER WHICH THE FRG WOULD ASSIST IN THE REHABILITATION AND MODERNIZATION OF FACILITIES AND MANAGEMENT OF PROPERTY USED BY US FORCES.
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5. FOR BONN AND USCINCEUR: WE WOULD APPRECIATE CURRENT EMBASSY AND EUCOM VIEWS ON "WASH" IDEA AS A POSSIBLE SOLUTION, AND ON THE MOST EXPEDITIOUS AND EFFICACIOUS WAY OF APPROACHING THE FRG ON THE RESIDUAL VALUE QUESTION.

6. FOR OTHER NATO ADDRESSEES: DO YOU FORESEE ANY ADVERSE IMPACT ON RESIDUAL VALUE POSITION (AS APPLICABLE) ARISING FROM SETTLEMENT WITH FRG AS DESCRIBED ABOVE?
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PAGE 01 STATE 062942
ORIGIN EUR-04

INFO OCT-01 ISO-00 /005 R

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DRAFTED BY EUR/CE:GHUMPHREY:BJR

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-----311128Z 065491 /22

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FM SECSTATE WASHDC

TO HQ 3 AF RAF MILDENHALL

C O N F I D E N T I A L STATE 062942

FOL RPT STATE 062942 ACTION USCINCEUR DATED 23 MARCH 77

QUOTE: C O N F I D E N T I A L STATE 062942

FOLLOWING REPEAT STATE 062942 SENT BONN, ALL NATO CAPITALS,
INFO CINCUSAREUR, CINCUSAFE 220021Z MARCH 77 QUOTE:

C O N F I D E N T I A L STATE 062942

JOINT STATE-DEFENSE MESSAGE

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UNQUOTE VANCE UNQUOTE CHRISTOPHER

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ORIGIN EUR-04

INFO OCT-01 ISO-00 /005 R

66011

DRAFTED BY:EUR/CE:KKURZE/GHUMPHREY

APPROVED BY:EUR/CE:KKURZE

-----232120Z 062872 /45

O 232007Z MAR 77

FM SECSTATE WASHDC

TO USCINCEUR IMMEDIATE

C O N F I D E N T I A L STATE 062942

FOLLOWING REPEAT STATE 062942 SENT BONN, ALL NATO CAPITALS,
INFO CINCUSAREUR, CINCUSAFE 220021Z MARCH 77 QUOTE:

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CLAIMS, DISPUTE SETTLEMENT, DEBT REPAYMENTS
Control Number: n/a
Copy: SINGLE
Sent Date: 22-Mar-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
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Document Source: CORE
Document Unique ID: 00
Drafter: KKURZE/GHUMPHREY:OJR
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
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From: STATE JOINT
Handling Restrictions: n/a
Image Path:
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Litigation History:
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Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
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Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3033889
Secure: OPEN
Status: NATIVE
Subject: APPROACH TO FRG FOR SETTLEMENT OF RESIDUAL VALUE PROBLEM
TAGS: MILI, EFIN, GE, US
To: BONN NATO POSTS
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/01e234b4-c288-dd11-92da-001cc4696bcc
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